

TODILTO
EXPLORATION AND DEVELOPMENT CORPORATION

G. WARNOCK
PRESIDENT

H. B. (CHICK) WARNOCK
VICE PRESIDENT - FINANCE

December 6, 1978

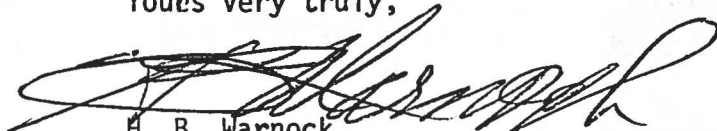
Mr. Thomas Lynch
Real Property Management
Bureau of Indian Affairs
Navajo Area Office
Window Rock, Arizona 86515

Re: BIA Lease N00-C-14-5681

Dear Mr. Lynch:

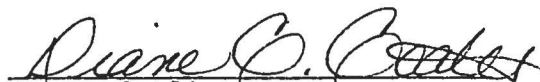
This statement is attached to and made a part of the annual report on the above lease. These accounting statements for the period of October 25, 1977 through October 24, 1978 are a true and correct accounting as to the expenditures made on these leases with the exception that none of Mr. G. Warnock's time has been allocated to this lease.

Yours very truly,


H. B. Warnock

HBW:dt

This statement has been sworn to before me on this 6th day of December in the year 1978.


Notary Public

My Commission Expires: June 21, 1980

RECEIVED

DEC 11 1978

**AREA BRANCH OF
REAL PROPERTY MGMT.**

Haystack Mine

Lease Expenditures

BIA Lease #N00-C-14-20-5681

Expenditures for lease year October 24, 1977 through October 23, 1978

ROAD AND DRILL SITE CONSTRUCTION

D8-K Caterpillar Tractor	36.0 Hours @ \$37.59	\$ 1,353.24
Fuel	36.0 Hours @ 4.60	165.60
Labor	36.0 Hours @ 9.88	355.68
TOTAL D8-K		<u>\$ 1,874.52</u>
Loader	7.0 Hours @ \$23.00	\$ 161.00
Labor	7.0 Hours @ 9.83	68.81
TOTAL LOADER		<u>\$ 229.81</u>

EXPLORATION AND DRILLING

Century Geophysical	\$ 260.00
Century Geophysical	780.00
A & M Drilling	1,551.17
A & M Drilling	6,727.66
TOTAL EXPLORATION AND DRILLING	<u>\$ 9,318.83</u>

MAN HOURS

Thomas Schack, Geologist-Salary	\$1,400.00	
Travel Expenses	<u>166.78</u>	
		\$ 1,566.78
Jack Cox, Supervisor	9.0 Hours @ \$16.12	145.08
TOTAL MAN HOURS		<u>\$ 1,711.86</u>

TOTAL LEASE YEAR EXPENDITURES	\$13,135.02
-------------------------------	-------------

RECEIVED

DEC 11 1978

AREA BRANCH OF
REAL PROPERTY MGMT.

Haystack Mine

Lease Expenditures

BIA Lease #N00-C-14-20-5681

Expenditures for lease year October 24, 1977 through October 23, 1978

ROAD AND DRILL SITE CONSTRUCTION

D8-K Caterpillar Tractor	36.0 Hours @ \$37.59	\$ 1,353.24
Fuel	36.0 Hours @ 4.60	165.60
Labor	36.0 Hours @ 9.88	355.68
TOTAL D8-K		<u>\$ 1,874.52</u>
Loader	7.0 Hours @ \$23.00	\$ 161.00
Labor	7.0 Hours @ 9.83	68.81
TOTAL LOADER		<u>\$ 229.81</u>

EXPLORATION AND DRILLING

Century Geophysical	\$ 260.00
Century Geophysical	780.00
A & M Drilling	1,551.17
A & M Drilling	6,727.66
TOTAL EXPLORATION AND DRILLING	<u>\$ 9,318.83</u>

MAN HOURS

Thomas Schack, Geologist-Salary	\$1,400.00	
Travel Expenses	<u>166.78</u>	
		\$ 1,566.78
Jack Cox, Supervisor	9.0 Hours @ \$16.12	145.08
TOTAL MAN HOURS		<u>\$ 1,711.86</u>

TOTAL LEASE YEAR EXPENDITURES

\$13,135.02

RECEIVED

DEC 11 1978

AREA BIA CH OF
REAL PROPERTY MGMT.